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items have been offered a damage waiver. This is like a collision damage waiver that you get when you get a rental car where you pay a certain amount of money beforehand, and then if the product gets broken or the car gets hit, there's no questions asked when you bring it back. It's not a form of insurance exactly, although when the bill came to us it had two ideas and that was premiums for insurance or a liability damage waiver. But the committee discovered that there were no liability...there were no premiums for insurance used around the state and that people who were doing this were using the liability damage waiver. And the virtue there is that you don't have to have an insurance agent to sell that particular product. So this authorizes a liability damage waiver for products that are rented by rent-to-own locations. And we have adopted a cap on the charge for that liability damage waiver. Now this is authorized in a large number of other states, and in many of them there is no cap. In a number of other states, that cap is at 10 percent of any lease payment. There are some states at 7.5 and there's one or two at 5. The bill has an 8 percent of any lease payment or \$2 for each lease payment, whichever is greater in any monthly period or a percent or \$5 on a monthly basis if there are not more than two payments in a month, and that cap is among the tighter ones around the country. I would say we're in the top third as far as the stringency of that cap with respect to the liability damage waiver. There are a couple of other things that the committee amendments do to the green copy of the bill and then some new provisions. But the general scope of this act is to update and make some changes in terms, disclosures, and then, of course, the damage waiver idea in the consumer rent to own. Thank you, Mr. Speaker.

SPEAKER KRISTENSEN: The Chair of the Banking Committee, Senator Landis, you're recognized to open on the committee amendments. (AM0472, Legislative Journal page 675.)

SENATOR LANDIS: Thank you. There are committee amendments. One of them is to indicate that a lessor may contract and receive a late fee, but the late fee is not more than \$3 on any payment that is at least three business days late or later in the case of a consumer rent to own made if it's more frequently than monthly. We also define the term consumer rental purchase